



1H 2005 Financial & Production Results Presentation

US GAAP
Consolidated Financial Statements

October 2005

Key Financial Highlights

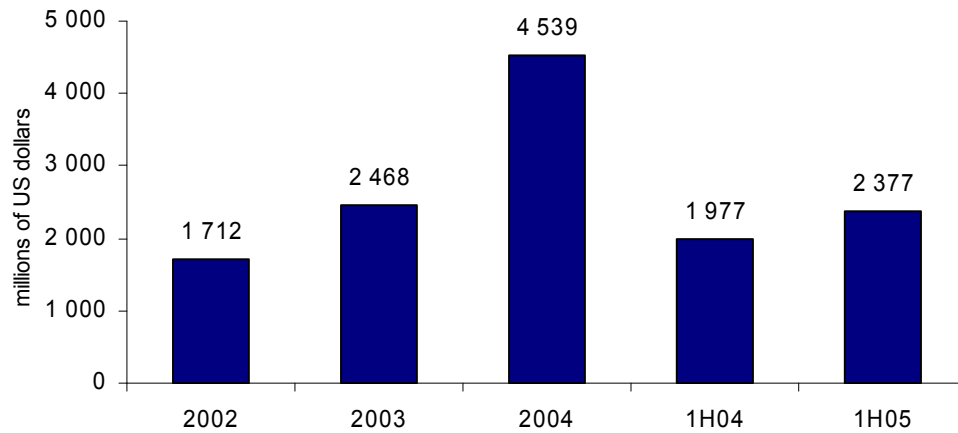


<i>(millions of US dollars)</i>	1H04	1H05	<i>change</i>	
			<i>+ / -</i>	<i>%</i>
Net sales	1 977	2 377	400	20%
Gross profit	1 013	1 209	196	19%
<i>- as % of net sales</i>	<i>51%</i>	<i>51%</i>		
Operating profit	935	1 107	172	18%
<i>- as % of net sales</i>	<i>47%</i>	<i>47%</i>		
Pre-tax profit	939	1 129	190	20%
<i>- as % of net sales</i>	<i>47%</i>	<i>47%</i>		
Net income	717	838	121	17%
<i>- as % of net sales</i>	<i>36%</i>	<i>35%</i>		
EBITDA	1 030	1 220	190	18%
<i>- as % of net sales</i>	<i>52%</i>	<i>51%</i>		
Earnings per share <i>(US dollars)</i>	0,1197	0,1399	0,0202	17%
Dividends per share <i>(US dollars)</i>	0,0322	0,0350	0,0028	9%

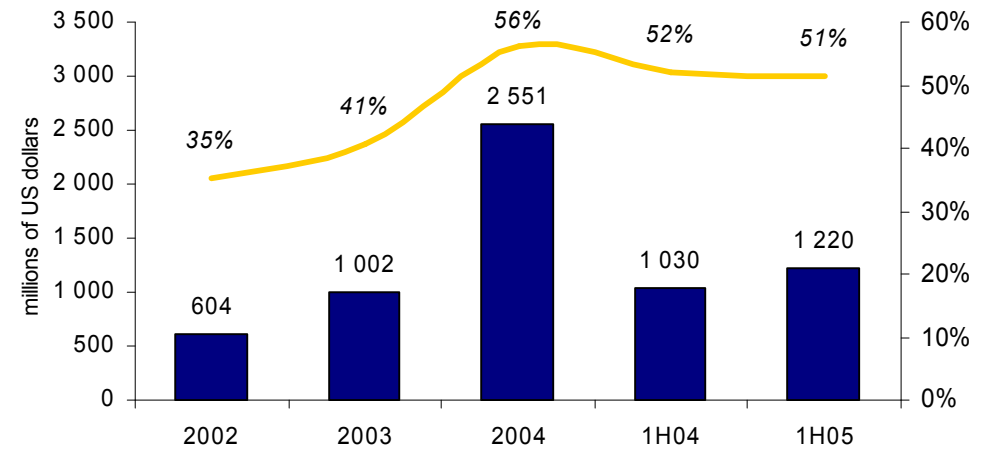
Key Performance Indicators



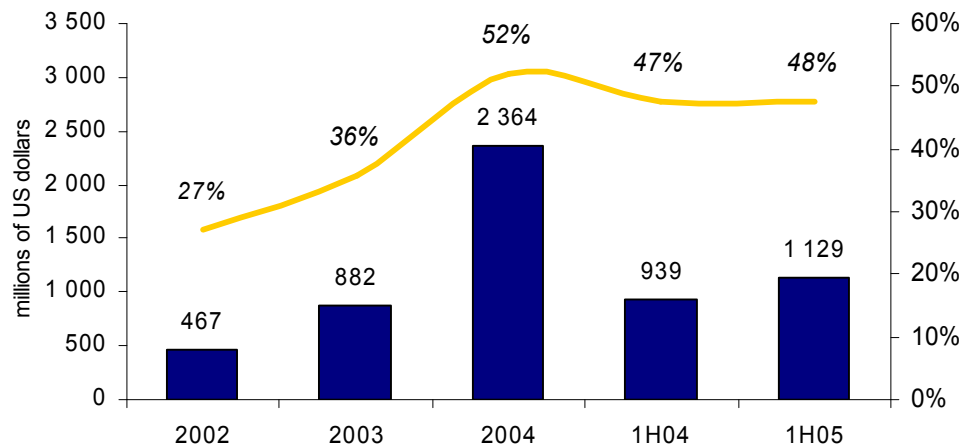
Net sales



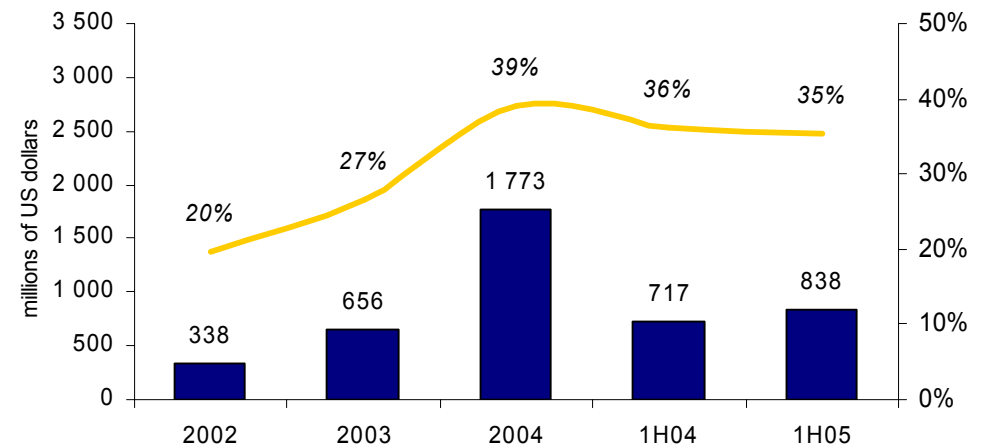
EBITDA, as % of net sales



Pre-tax profit, as % of net sales



Net income, as % of net sales



Consolidated Balance Sheet

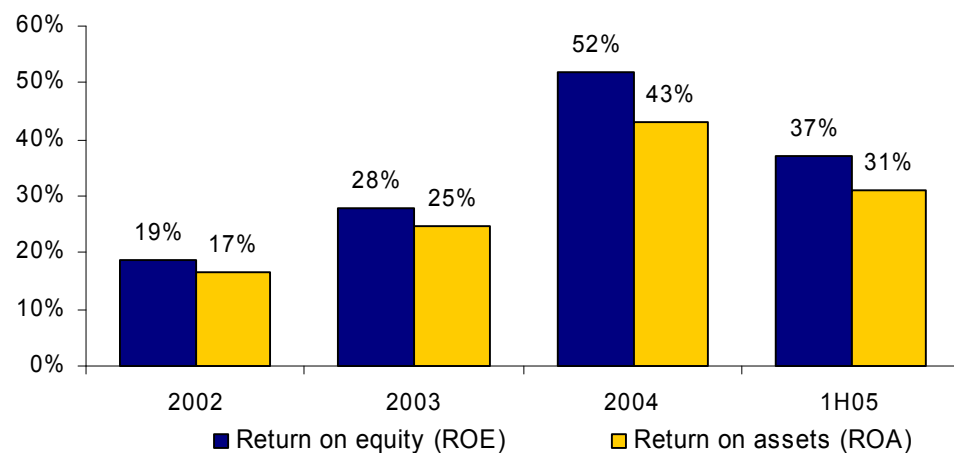


Assets <i>(millions of US dollars)</i>	As of Dec. 31, 2004	As of June 30, 2005	<i>change</i>	
			+ / -	%
Current assets	2 587	3 208	620	24%
<i>- share (%)</i>	<i>50%</i>	<i>55%</i>		
Non-current assets	2 578	2 620	41	2%
<i>- share (%)</i>	<i>50%</i>	<i>45%</i>		
Total assets	5 166	5 828	662	13%
Liabilities & Stockholders' equity <i>(millions of US dollars)</i>	As of Dec. 31, 2004	As of June 30, 2005	<i>change</i>	
			+ / -	%
Current liabilities	534	685	151	28%
<i>- share (%)</i>	<i>10%</i>	<i>12%</i>		
Non-current liabilities	326	329	3	1%
<i>- share (%)</i>	<i>6%</i>	<i>6%</i>		
Minority interest	86	81	-5	-6%
Stockholders' equity	4 220	4 733	513	12%
<i>- share (%)</i>	<i>82%</i>	<i>81%</i>		
Total Liabilities & Stockholders' equity	5 166	5 828	662	13%

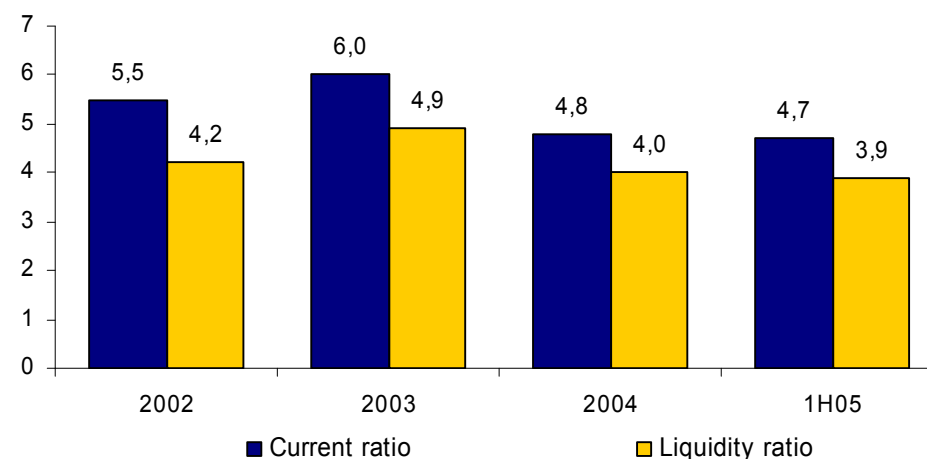
Financial Highlights



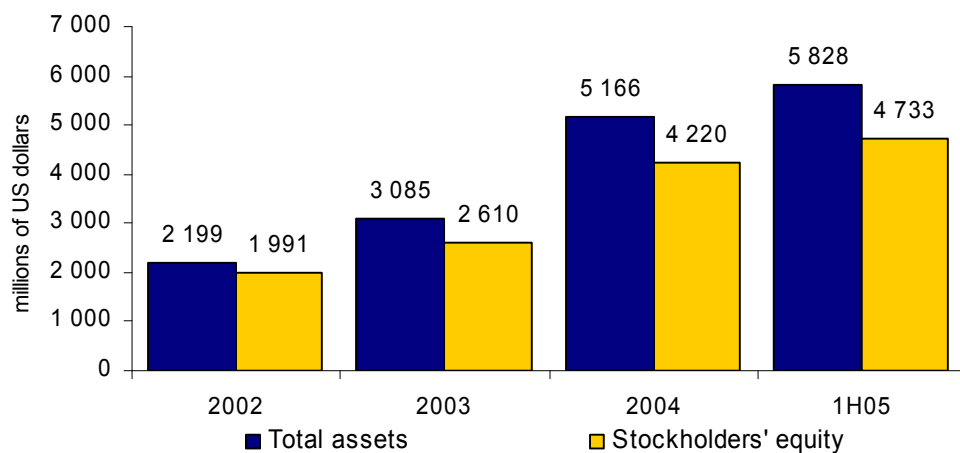
Return on equity & return on assets



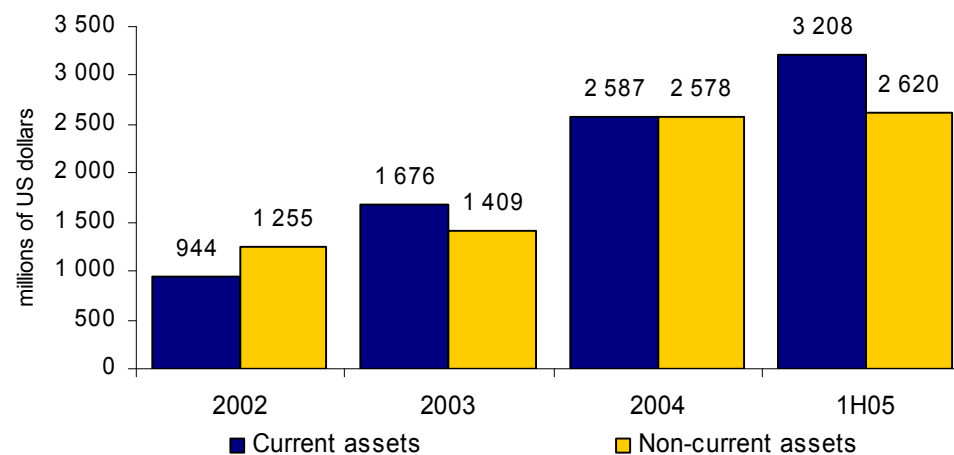
Liquidity measures



Assets & stockholders' equity



Current & non-current assets



Consolidated Cash Flow Statement

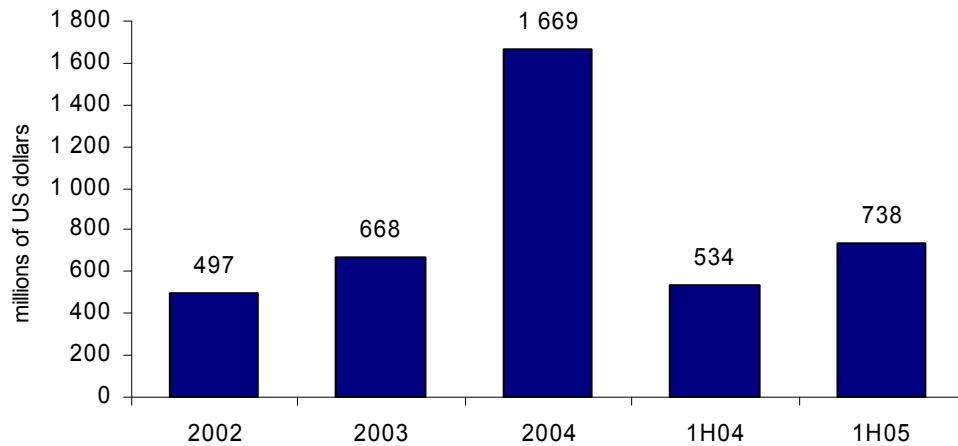


<i>(millions of US dollars)</i>	1H04	1H05	<i>change + / -</i>
Net cash provided by operating activities	534	738	204
Investing activities			
- Acquisitions of subsidiaries	-151	0	
- Purchase of property, plant and equipment	-89	-258	
- Sale / (Purchase) of investments	8	4	
- Movement of restricted cash	-1	-3	
Net cash used in investing activities	-233	-257	-24
Financing activities			
- Dividends paid	0	-8	
- Other proceeds / (payments)	-538	6	
Net cash used in financing activities	-538	-2	536
Net increase in cash and cash equivalents	-237	479	716
Cash and cash equivalents at the end of the period	506	1 773	1 267

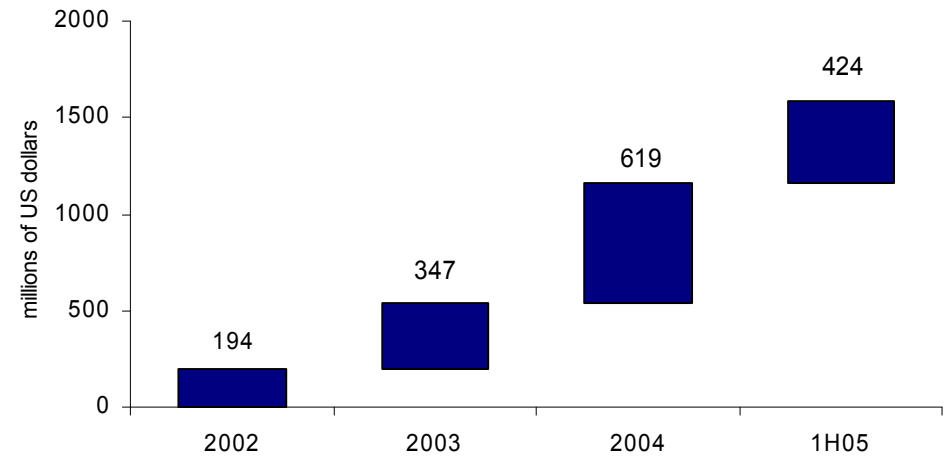
Financial Highlights



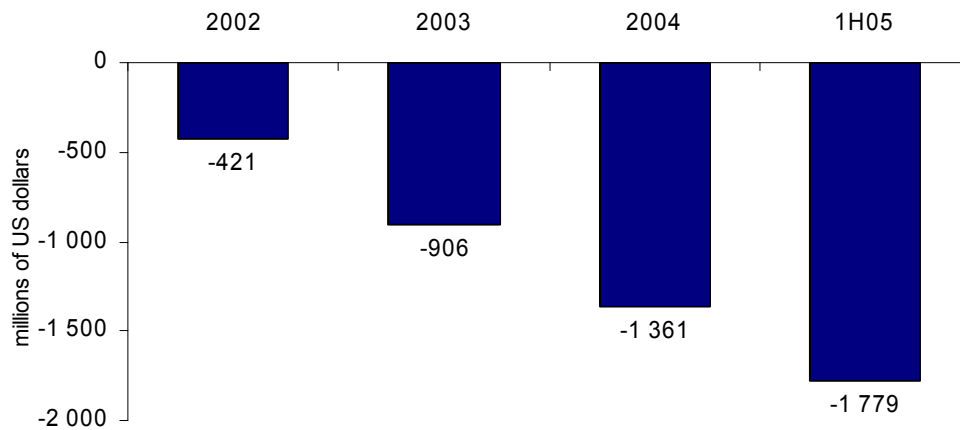
Net cash inflow from operating activities



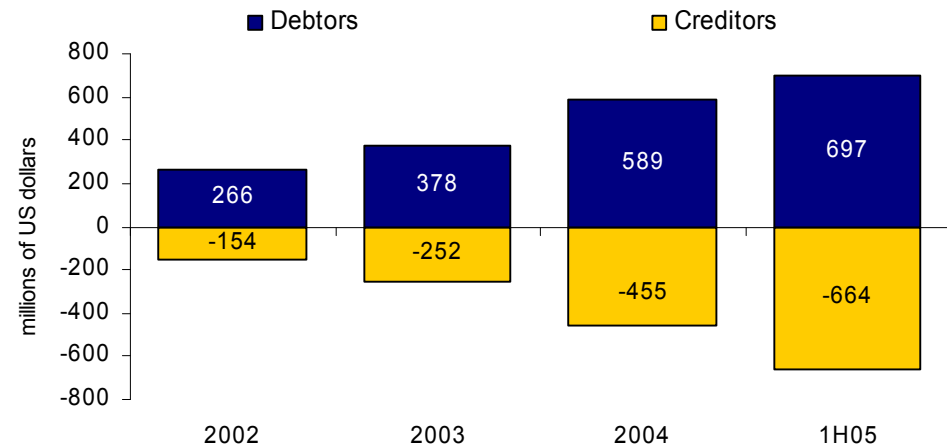
Net increase in cash & cash equivalents



Net Debt*



Debtors & Creditors

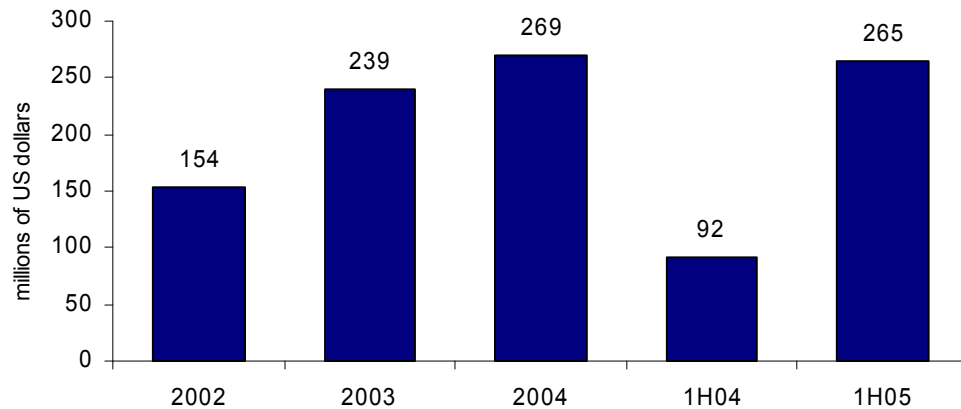


*Net debt is calculated as short- and long-term interest-bearing debt minus cash and cash equivalents

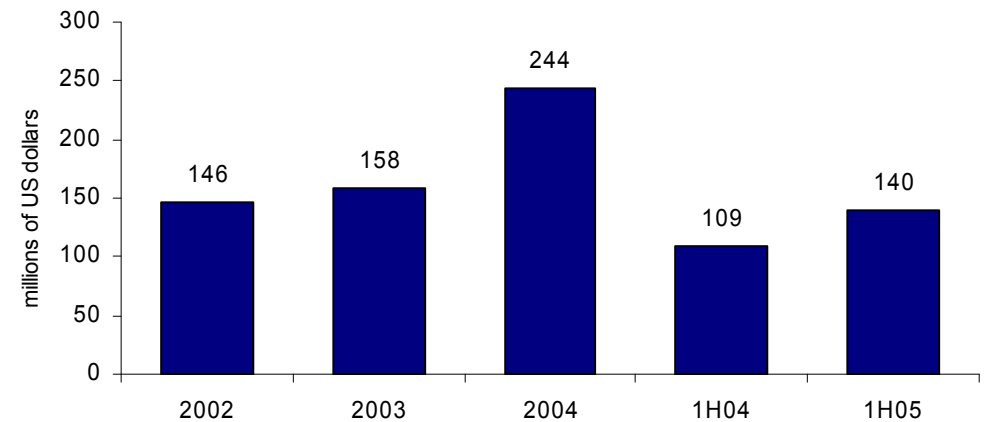
Financial Highlights



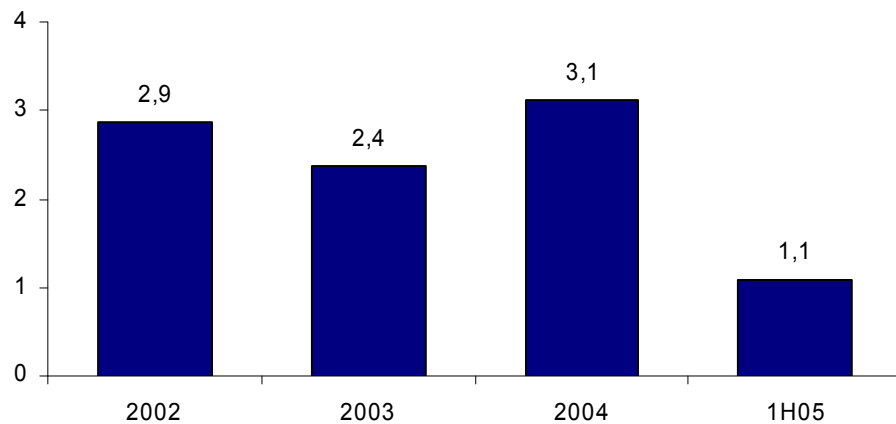
Capital expenditure



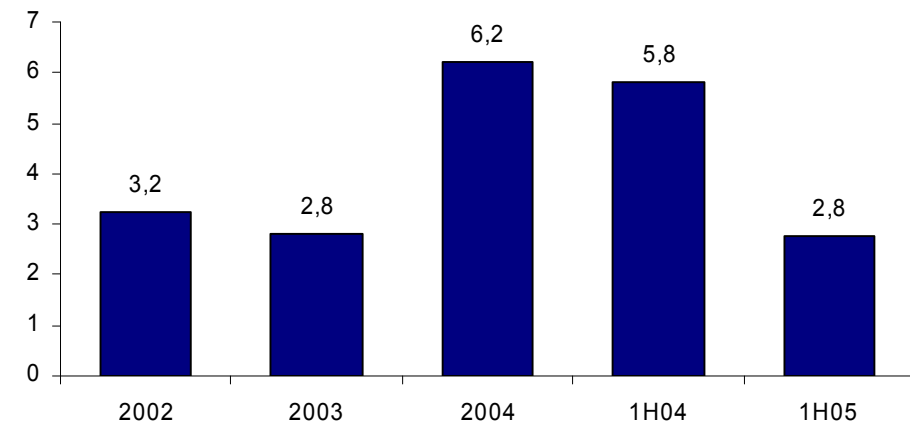
Depreciation



Operating cash flow ratio (Cash flow from operations / current liabilities)



Capital expenditure ratio (Cash flow from operations / capital expenditures)



Production Highlights

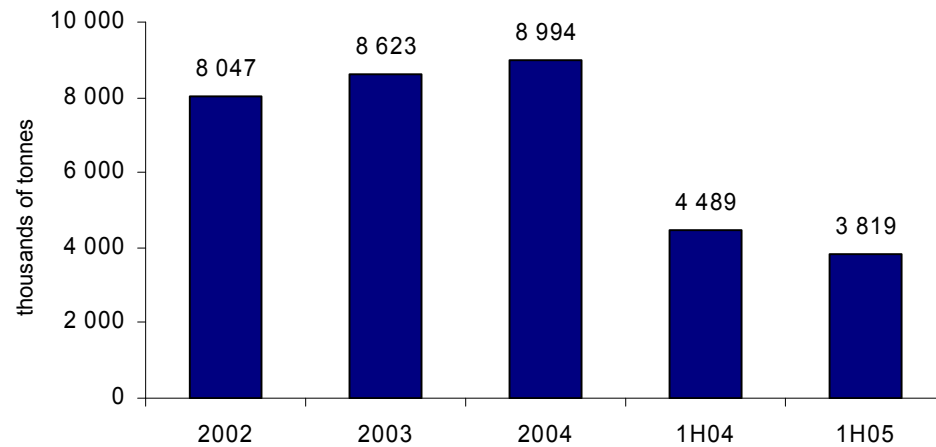


<i>(thousands of tonnes)</i>	1H04	1H05	<i>change</i> + / -	<i>%</i>
Pig iron	4 489	3 819	-669	-15%
Steel	4 586	4 088	-498	-11%
BOF steel	4 567	4 070	-498	-11%
<i>- share (%)</i>	<i>99,6%</i>	<i>99,6%</i>		
EAF steel	19	19	0	0%
<i>- share (%)</i>	<i>0,4%</i>	<i>0,5%</i>		
Finished steel products	4 323	3 854	-470	-11%
Flats	2 206	2 133	-73	-3%
<i>- share (%)</i>	<i>51%</i>	<i>55%</i>		
Slabs	1 853	1 479	-374	-20%
<i>- share (%)</i>	<i>43%</i>	<i>38%</i>		
Pre-painted steel	264	241	-23	-9%

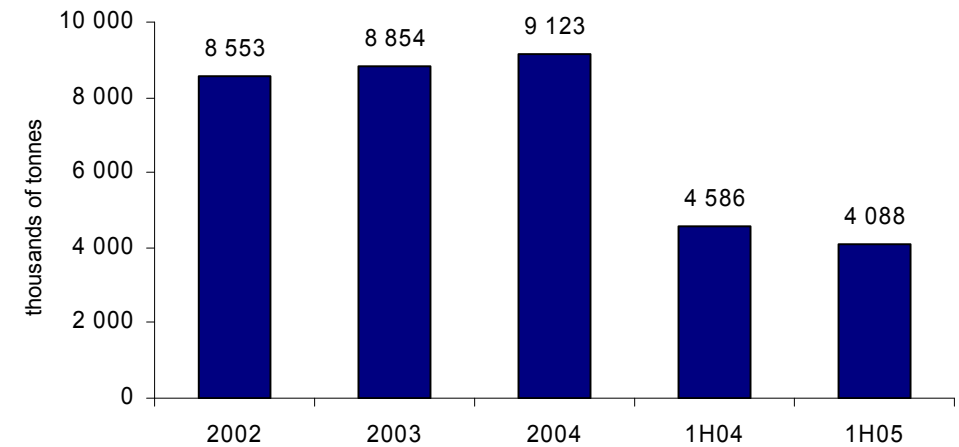
Production Highlights



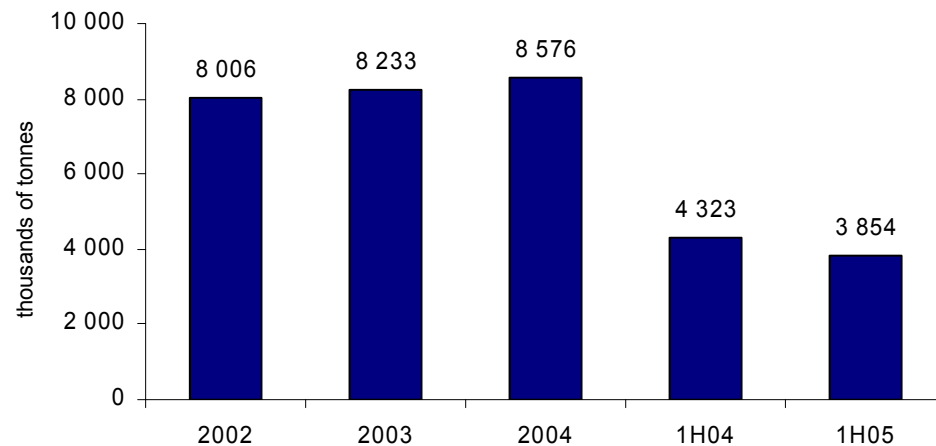
Pig iron production



Steel production



Finished steel products



Flats production

